

MINUTE ITEM

11. (REQUEST FOR DEFERMENT OF DRILLING AND OPERATING REQUIREMENTS, P.R.C. 1744.1, TIDEWATER OIL COMPANY, SANTA BARBARA COUNTY - W. O. 2973.)

After presentation of Calendar Item 11 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO GRANT TO TIDEWATER OIL COMPANY A DEFERMENT OF DRILLING AND OPERATING REQUIREMENTS UNDER OIL AND GAS LEASE P.R.C. 1744.1 TO JANUARY 1, 1959. THE GRANT OF DEFERMENT IS TO BE SUBJECT TO THE EXPRESS CONDITION THAT DURING THE PERIOD OF DEFERMENT THE LESSEE WILL PERFORM ONE OF THE FOLLOWING ACTIONS:

1. INITIATE DEVELOPMENT ON THE LEASE;
2. QUITCLAIM THE LEASE AREA;
3. PRESENT NEW ADEQUATE BASES FOR ANY FURTHER CONSIDERATION OF THE DEFERMENT OF THE DRILLING AND OPERATING REQUIREMENTS UNDER THE LEASE.

Attachment

Calendar Item 11 (1 page)

CALENDAR ITEM

OIL & GAS

11.

(REQUEST FOR DEFERMENT OF DRILLING AND OPERATING REQUIREMENTS, P.R.C. 1744.1, TIDEWATER OIL COMPANY, SANTA BARBARA COUNTY - W. O. 2973.)

On April 14, 1958 (Minute Item 5, page 3945) the Commission granted to the Standard Oil Company of California, operator, a deferment of drilling and operating requirements under Oil and Gas Lease P.R.C. 1744.1 to June 14, 1958 in order to complete negotiations for the drilling of a well under subject lease. On May 5, 1958 Standard Oil Company of California, operator, commenced operations for the drilling of a well into the leased area. Upon reaching the proposed depth, the original well was plugged and redrilled to another objective. The well did not develop commercial production and was abandoned on May 31, 1958.

An application has been received from the Tidewater Oil Company, lessee under P.R.C. 1744.1, for a deferment of drilling and operating requirements under the lease until January 1, 1959 in order to make further studies of the additional data secured in the recent drilling operations.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO GRANT TO TIDEWATER OIL COMPANY A DEFERMENT OF DRILLING AND OPERATING REQUIREMENTS UNDER OIL AND GAS LEASE P.R.C. 1744.1 TO JANUARY 1, 1959. THE GRANT OF DEFERMENT IS TO BE SUBJECT TO THE EXPRESS CONDITION THAT DURING THE PERIOD OF DEFERMENT THE LESSEE WILL PERFORM ONE OF THE FOLLOWING ACTIONS:

1. INITIATE DEVELOPMENT ON THE LEASE;
2. QUITCLAIM THE LEASE AREA;
3. PRESENT NEW ADEQUATE BASES FOR ANY FURTHER CONSIDERATION OF THE DEFERMENT OF THE DRILLING AND OPERATING REQUIREMENTS UNDER THE LEASE.